



General Assembly

**Substitute Bill No. 6413**

January Session, 2009

\* \_\_\_\_\_ HB06413HSG \_\_\_\_\_ 031609 \_\_\_\_\_ \*

**AN ACT REVISING CERTAIN HOUSING STATUTES.**

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1       Section 1. Section 8-114d of the general statutes is repealed and the  
2       following is substituted in lieu thereof (*Effective from passage*):

3       (a) The Commissioner of Economic and Community Development  
4       shall award grants-in-aid to housing authorities, municipal developers,  
5       [and] nonprofit corporations and housing partnerships operating  
6       elderly housing projects pursuant to this part to hire resident services  
7       coordinators to (1) facilitate conflict resolution between residents,  
8       including between seniors and younger residents, (2) establish and  
9       maintain relationships with community service providers and link  
10      residents to appropriate community services, (3) act as a liaison to  
11      assist in problem solving, (4) assist residents of such housing to  
12      maintain an independent living status, (5) assess the individual needs  
13      of residents of such housing for the purpose of establishing and  
14      maintaining support services, (6) provide orientation services to new  
15      residents and maintain regular contact with residents of such housing,  
16      (7) monitor the delivery of support services to residents of such  
17      housing, (8) organize resident activities and meetings that promote  
18      socialization among all residents, and (9) advocate changes in services  
19      sought or required by residents of such housing. The commissioner  
20      shall award grants-in-aid based on demonstration of need and

21 availability of matching funds. A joint application made by more than  
22 one housing authority, municipal developer, [or] nonprofit corporation  
23 or housing partnership shall have the same preference as an  
24 application made by one housing authority, municipal developer, [or]  
25 nonprofit corporation or housing partnership.

26 (b) The employment of resident services coordinators by a housing  
27 authority, municipal developer, [or] nonprofit corporation or housing  
28 partnership operating elderly housing projects pursuant to this part  
29 shall be considered an allowable expense.

30 (c) The Commissioner of Economic and Community Development  
31 may convene monthly meetings of the resident services coordinators  
32 for in-service training and information sharing. Training topics shall  
33 include, but not be limited to, the health care needs of seniors and  
34 persons with disabilities, mediation and conflict resolution, and local  
35 and regional service resources.

36 Sec. 2. Section 8-119h of the general statutes is repealed and the  
37 following is substituted in lieu thereof (*Effective from passage*):

38 Upon preliminary approval by the State Bond Commission  
39 pursuant to the provisions of section 3-20, the state, acting by and  
40 through the Commissioner of Economic and Community  
41 Development, may enter into a contract or contracts with an authority,  
42 a municipal developer, [or] a nonprofit corporation or a housing  
43 partnership for state financial assistance for a congregate housing  
44 project, in the form of capital grants, interim loans, permanent loans,  
45 deferred loans or any combination thereof for application to the  
46 development cost of such project or projects. A contract with an  
47 authority, a municipal developer, a nonprofit corporation or a housing  
48 partnership may provide that in the case of any loan made in  
49 conjunction with any housing assistance funds provided by an agency  
50 of the United States government, if such housing assistance funds  
51 terminate prior to complete repayment of a loan made pursuant to this  
52 section, the remaining balance of such loan may be converted to a

53 capital grant or decreased loan. Any such state assistance contract with  
54 an authority, a municipal developer, a nonprofit corporation or a  
55 housing partnership for a capital grant or loan entered into prior to the  
56 time housing assistance funds became available from an agency of the  
57 United States government, may, upon the mutual consent of the  
58 commissioner and the authority, a municipal developer, a nonprofit  
59 corporation or a housing partnership, be renegotiated to provide for a  
60 loan or increased loan in the place of a capital grant or loan or a part  
61 thereof, consistent with the above conditions. Such capital grants or  
62 loans shall be in an amount not in excess of the development cost of  
63 the project or projects, including, in the case of grants or loans financed  
64 from the proceeds of the state's general obligation bonds issued  
65 pursuant to any authorization, allocation or approval of the State Bond  
66 Commission made prior to July 1, 1990, administrative or other cost or  
67 expense to be incurred by the state in connection therewith, as  
68 approved by said commissioner. In anticipation of final payment of  
69 such capital grants or loans, the state, acting by and through said  
70 commissioner and in accordance with such contract, may make  
71 temporary advances to the authority, municipal developer, [or]  
72 nonprofit corporation or housing partnership for preliminary planning  
73 expense or other development cost of such project or projects. Any  
74 loan provided pursuant to this section shall bear interest at a rate to be  
75 determined in accordance with subsection (t) of section 3-20. Any such  
76 authority, municipal developer, [or] nonprofit corporation or housing  
77 partnership may, subject to the approval of the Commissioner of  
78 Economic and Community Development, contract with any other  
79 person approved by the Commissioner of Economic and Community  
80 Development for the operation of a project undertaken pursuant to this  
81 part.

82 Sec. 3. Section 8-119l of the general statutes is repealed and the  
83 following is substituted in lieu thereof (*Effective from passage*):

84 The state, acting by and through the Commissioner of Economic  
85 and Community Development, may enter into a contract or contracts  
86 with an authority, a municipal developer, [or] a nonprofit corporation

87 or a housing partnership for state financial assistance in the form of a  
88 grant-in-aid for an operating cost subsidy for state-financed congregate  
89 housing projects developed pursuant to this part. In calculating the  
90 amount of the grant-in-aid, the commissioner shall use adjusted gross  
91 income of tenants. As used in this section, "adjusted gross income"  
92 means annual aggregate income from all sources minus fifty per cent  
93 of all unreimbursable medical expenses.

94 Sec. 4. Section 8-119x of the general statutes is repealed and the  
95 following is substituted in lieu thereof (*Effective from passage*):

96 The Commissioner of Economic and Community Development  
97 shall, in consultation with the Department of Social Services, the State  
98 Building Inspector, the Office of Protection and Advocacy for Persons  
99 with Disabilities, the Department of Information and Technology and  
100 the Office of Policy and Management, establish a state-wide electronic  
101 database of information on the availability of dwelling units in the  
102 state which are accessible to or adaptable for persons with disabilities.  
103 [Such] To the extent practicable, such database shall include such  
104 information as: (1) The location of, the monthly rent for and the  
105 number of bedrooms in each such dwelling unit, (2) the type of  
106 housing and neighborhood in which each such dwelling unit is  
107 located, (3) the vacancy status of each such dwelling unit, (4) if a unit is  
108 unavailable, the date such unit is expected to become available or the  
109 date when a waiting list is expected to open, and (5) any feature of  
110 each such unit that makes it accessible to or adaptable for persons with  
111 disabilities. [To the extent feasible, the Commissioner of Economic and  
112 Community Development shall use information from the computer-  
113 assisted mass appraisal systems.]

114 Sec. 5. Section 8-410 of the general statutes is repealed and the  
115 following is substituted in lieu thereof (*Effective from passage*):

116 (a) As used in this section, "eligible applicant" means: (1) A  
117 nonprofit entity; (2) a municipal developer; (3) a housing authority; (4)  
118 a business corporation incorporated pursuant to chapter 601 or any

119 predecessor statutes thereto or authorized to do business pursuant to  
120 chapter 601 having as one of its purposes the construction, financing,  
121 acquisition, rehabilitation or operation of affordable housing, and  
122 having a certificate or articles of incorporation approved by the  
123 Commissioner of Economic and Community Development; (5) any  
124 partnership, limited partnership, limited liability company, joint  
125 venture, sole proprietorship, trust or association having as one of its  
126 purposes the construction, financing, acquisition, rehabilitation or  
127 operation of affordable housing; or (6) any combination thereof if such  
128 combination includes a nonprofit corporation, housing authority or  
129 municipal developer.

130     [(a)] (b) There is established a fund to be known as the "Low and  
131 Moderate Income Housing Predevelopment Cost Revolving Loan  
132 Fund". The fund shall contain any moneys required by law to be  
133 deposited in the fund. Any balance remaining in the fund at the end of  
134 any fiscal year shall be carried forward in the fund for the fiscal year  
135 next succeeding. The fund shall be used to make loans pursuant to  
136 subsection [(b)] (c) of this section and to pay reasonable and necessary  
137 expenses incurred in administering loans under this section. The  
138 Commissioner of Economic and Community Development may enter  
139 into a contract with a nonprofit corporation to provide for the  
140 administration of the Low and Moderate Income Housing  
141 Predevelopment Cost Revolving Loan Fund by such nonprofit  
142 corporation, provided no loan shall be made from the fund without the  
143 authorization of the commissioner as provided in subsection [(b)] (c) of  
144 this section.

145     [(b)] (c) The state, acting by and in the discretion of the  
146 Commissioner of Economic and Community Development, may enter  
147 into a contract to provide financial assistance in the form of interest-  
148 free loans or deferred loans to [nonprofit corporations, housing  
149 authorities or municipal developers, or to partnerships which include  
150 a nonprofit corporation, housing authority or municipal developer,] an  
151 eligible applicant for predevelopment costs incurred in connection  
152 with the construction, rehabilitation or renovation of housing for low

153 and moderate income persons and families. Such predevelopment  
154 costs may include: (1) Feasibility studies, (2) expenses incurred in  
155 project planning and design, including architectural expenses, (3) legal  
156 and financial expenses, (4) expenses incurred in obtaining required  
157 permits and approvals, (5) options to purchase land, (6) expenses  
158 incurred in obtaining required insurance, and (7) other preliminary  
159 expenses authorized by the commissioner. Notwithstanding the  
160 provisions of this section, financial assistance shall be limited to  
161 predevelopment costs incurred in connection with the construction,  
162 rehabilitation or renovation of housing for low and moderate income  
163 persons and families in the case of an eligible applicant that is a (A)  
164 business corporation incorporated pursuant to chapter 601 or any  
165 predecessor statutes thereto or authorized to do business pursuant to  
166 chapter 601 having as one of its purposes the construction, financing,  
167 acquisition, rehabilitation or operation of affordable housing and  
168 having a certificate or articles of incorporation approved by the  
169 commissioner, or (B) partnership, limited partnership, limited liability  
170 company, joint venture, sole proprietorship, trust or association having  
171 as one of its purposes the construction, financing, acquisition,  
172 rehabilitation or operation of affordable housing. Repayment of [such]  
173 loans or deferred loans shall be made upon receipt of permanent  
174 financing by the borrower, except the commissioner may forgive any  
175 such loan or deferred loan in any case where the forgiveness of such  
176 loan is in the best interest of the state and the borrower (i) is an eligible  
177 applicant that is a nonprofit entity, a municipal developer or a housing  
178 authority, or any combination thereof, if such combination includes a  
179 nonprofit corporation, housing authority or municipal developer, (ii)  
180 has made a good faith effort to obtain permanent financing, and (iii)  
181 has been refused such financing. [and where the forgiveness of such  
182 loan is in the best interest of the state.] If the eligible applicant is an  
183 entity described in subparagraph (A) or (B) of this subsection, the  
184 commissioner may forgive a portion of such loan or deferred loan  
185 based on the location of the housing as follows: (I) If the housing is  
186 located in a municipality that meets the affordable housing criteria set  
187 forth in subsection (k) of section 8-30g, then the commissioner may

188 forgive up to one hundred per cent of such loan or deferred loan, and  
189 (II) if the housing is located in a municipality that does not meet the  
190 affordable housing criteria set forth in subsection (k) of said section 8-  
191 30g, then the commissioner may forgive up to fifty per cent of such  
192 loan or deferred loan. Payments of principal on such loans or deferred  
193 loans shall be paid to the Treasurer for deposit in the Housing  
194 Repayment and Revolving Loan Fund. [In the case of a deferred loan,  
195 the contract shall require that payments on interest are due  
196 immediately but that payments on principal may be made at a later  
197 time.]

198 Sec. 6. Section 8-336m of the general statutes is repealed and the  
199 following is substituted in lieu thereof (*Effective from passage*):

200 As used in this [section] chapter the following terms shall have the  
201 following meanings, unless the context clearly indicates a different  
202 meaning or intent:

203 (1) "Authority" means the Connecticut Housing Finance Authority.

204 (2) "Commissioner" means the Commissioner of Economic and  
205 Community Development.

206 (3) "Department" means the Department of Economic and  
207 Community Development.

208 (4) "Eligible applicant" means: (A) A nonprofit entity; (B) a  
209 municipality; (C) a housing authority; (D) a business corporation  
210 incorporated pursuant to chapter 601 or any predecessor statutes  
211 thereto or authorized to do business pursuant to said chapter 601  
212 having as one of its purposes the construction, financing, acquisition,  
213 rehabilitation or operation of affordable housing, and having a  
214 certificate or articles of incorporation approved by the commissioner;  
215 (E) any partnership, limited partnership, limited liability company,  
216 joint venture, sole proprietorship, trust or association having as one of  
217 its purposes the construction, financing, acquisition, rehabilitation or  
218 operation of affordable housing; (F) the Connecticut Housing Finance

219 Authority; (G) a municipal developer; (H) any community  
220 development financial institution; or (I) any combination thereof.

221 (5) "Housing", "housing development" or "development" means a  
222 work or undertaking having as its primary purpose the provision of  
223 safe, well-designed and adequate housing and related facilities for low  
224 and moderate income families and persons and includes existing  
225 housing for low and moderate income families and persons and  
226 housing whose primary purpose is to provide dwelling  
227 accommodations for low and moderate income families and persons  
228 but has dwelling accommodations for others.

229 (6) "Housing Trust Fund" or "fund" means the Housing Trust Fund  
230 created under section 8-336o.

231 (7) "Housing Trust Fund program" or "program" means the housing  
232 trust fund program developed and administered under section 8-336p.

233 (8) "Low and moderate income families and persons" means families  
234 and persons whose income falls within the income levels set by the  
235 commissioner pursuant to regulations adopted under subsection (a) of  
236 section 8-336q, except that the commissioner may establish income  
237 levels up to and including one hundred twenty per cent of the area  
238 median income, as determined by the United States Department of  
239 Housing and Urban Development.

240 (9) "Municipal developer" means a municipality acting by and  
241 through its legislative body, except that in any town in which a town  
242 meeting or representative town meeting is the legislative body,  
243 "municipal developer" means the board of selectmen if such board is  
244 authorized to act as the municipal developer by the town meeting or  
245 representative town meeting.

246 (10) "Secretary" means the Secretary of the Office of Policy and  
247 Management.

248 (11) "State Bond Commission" means the commission established



249 under section 3-20.

250 (12) "Treasurer" means the State Treasurer and includes each  
251 successor in office or authority.

252 Sec. 7. Section 8-336o of the general statutes is repealed and the  
253 following is substituted in lieu thereof (*Effective from passage*):

254 (a) There is established the "Housing Trust Fund" which shall be a  
255 nonlapsing fund held by the Treasurer separate and apart from all  
256 other moneys, funds and accounts. The following funds shall be  
257 deposited in the fund: (1) Proceeds of bonds authorized by section 8-  
258 336n; (2) all moneys received in return for financial assistance awarded  
259 from the Housing Trust Fund pursuant to the Housing Trust Fund  
260 program established under section 8-336p, as amended by this act;  
261 [and] (3) all private contributions received pursuant to section 8-336p,  
262 as amended by this act; and (4) to the extent not otherwise prohibited  
263 by state or federal law, any federal housing funds or other public  
264 funds received. Investment earnings credited to the assets of said fund  
265 shall become part of the assets of said fund. The Treasurer shall invest  
266 the moneys held by the Housing Trust Fund subject to use for financial  
267 assistance under the Housing Trust Fund program.

268 (b) Any moneys held in the Housing Trust Fund may, pending the  
269 use or application of the proceeds thereof for an authorized purpose,  
270 be (1) invested and reinvested in such obligations, securities and  
271 investments as are set forth in subsection (f) of section 3-20, in  
272 participation certificates in the Short Term Investment Fund created  
273 under sections 3-27a and 3-27f and in participation certificates or  
274 securities of the Tax-Exempt Proceeds Fund created under section 3-  
275 24a, (2) deposited or redeposited in such bank or banks at the direction  
276 of the Treasurer, or (3) invested in participation units in the combined  
277 investment funds, as defined in section 3-31b. Unless otherwise  
278 provided pursuant to subsection (c) of this section, proceeds from  
279 investments authorized by this subsection shall be credited to the  
280 Housing Trust Fund.

281 (c) The moneys [of] held in the Housing Trust Fund shall be used to  
282 fund the Housing Trust Fund program established under section 8-  
283 336p, as amended by this act, and are in addition to any other  
284 resources available from state, federal or other entities that support the  
285 program goals established in said section 8-336p.

286 (d) (1) The commissioner may select an eligible applicant to be a  
287 third-party contract administrator to administer a revolving loan fund  
288 or to carry out some of the duties of the department under the Housing  
289 Trust Fund program. The third-party contract administrator shall be  
290 selected through a competitive process in the case of a contract having  
291 a cost of more than fifty thousand dollars. No more than fifteen per  
292 cent of the cost of the contract may be used for administrative  
293 expenses.

294 (2) Moneys held in the Housing Trust Fund may be used by the  
295 department and awarded to a third-party contract administrator for  
296 the purpose of establishing or maintaining a revolving loan fund,  
297 provided all outstanding loans are assigned to the department when  
298 the third-party contract administrator is (A) no longer administering  
299 the revolving loan fund; (B) in default of its obligations to the  
300 department; or (C) no longer functioning as an entity.

301 Sec. 8. Subsection (d) of section 8-336p of the general statutes is  
302 repealed and the following is substituted in lieu thereof (*Effective from*  
303 *passage*):

304 (d) The Commissioner of Economic and Community Development  
305 may, with the approval of the Secretary of the Office of Policy and  
306 Management, solicit and accept contributions from private entities,  
307 nonprofit and for-profit corporations, philanthropic organizations and  
308 financial institutions, to support and expand the resources available  
309 through the Housing Trust Fund. All such funds shall be deposited in  
310 the Housing Trust Fund. Funding from any other local, state or federal  
311 agency may be deposited into the Housing Trust Fund, provided the  
312 programmatic requirements of such agency does not conflict with the

313 purposes of the Housing Trust Fund program.

314       Sec. 9. Section 8-37yy of the general statutes is repealed and the  
315 following is substituted in lieu thereof (*Effective from passage*):

316       (a) The Department of Economic and Community Development  
317 shall, in consultation with the State-Assisted Housing Sustainability  
318 Advisory Committee, established pursuant to section 8-37zz,\* establish  
319 and maintain the State-Assisted Housing Sustainability Fund for the  
320 purpose of the preservation of eligible housing. The moneys of the  
321 fund shall be available to the department to provide financial  
322 assistance to the owners of eligible housing for the maintenance,  
323 repair, rehabilitation, and modernization of eligible housing and for  
324 other activities consistent with preservation of eligible housing,  
325 including, but not limited to, (1) emergency repairs to abate actual or  
326 imminent emergency conditions that would result in the loss of  
327 habitable housing units, (2) major system repairs or upgrades,  
328 including, but not limited to, repairs or upgrades to roofs, windows,  
329 mechanical systems and security, (3) reduction of vacant units, (4)  
330 remediation or abatement of hazardous materials, including lead, (5)  
331 increases in development mobility and sensory impaired accessibility  
332 in units, common areas and accessible routes, (6) relocation costs and  
333 alternative housing for not more than sixty days, necessary because of  
334 the failure of a major building system, and (7) a comprehensive  
335 physical needs assessment. Financial assistance shall be awarded to  
336 applicants consistent with standards and criteria adopted in  
337 consultation with the [recommendations of the State-Assisted Housing  
338 Sustainability Advisory Committee] Joint Standing Committee of the  
339 General Assembly on Housing.

340       (b) In each of the fiscal years ending June 30, 2008, and June 30,  
341 2009, the department may expend not more than seven hundred fifty  
342 thousand dollars from the fund for reasonable administrative costs  
343 related to the operation of the fund, including the expenses of the  
344 State-Assisted Housing Sustainability Advisory Committee, the  
345 development of analytic tools and research concerning the capital and

346 operating needs of eligible housing for the purpose of advising the  
347 General Assembly on policy regarding eligible housing and the study  
348 required by section 107 of public act 07-4 of the June special session\*.  
349 Thereafter, the department shall prepare an administrative budget,  
350 [which shall be effective upon the approval of said committee.]

351 (c) [(1)] The department [shall] may adopt regulations, in  
352 accordance with chapter 54, to implement the provisions of this section  
353 and sections 8-37xx, 8-37zz and 8-37aaa. Such regulations shall  
354 establish (A) guidelines for grants and loans, and (B) a process for  
355 certifying an emergency condition in not more than forty-eight hours  
356 and for committing emergency funds, including costs of resident  
357 relocation, if necessary, not more than five business days after  
358 application by the owner of eligible housing for emergency repair  
359 financial assistance. [The guidelines under subparagraph (A) of this  
360 subdivision shall provide for deferred payment of principal and  
361 interest upon approval of the committee.]

362 (2) The department shall adopt written policies and procedures to  
363 implement such provisions while in the process of adopting such  
364 policies and procedures in regulation form, and the commissioner shall  
365 print a notice of intention to adopt the regulations in the Connecticut  
366 Law Journal not later than twenty days prior to implementing such  
367 policies and procedures. The department shall submit final regulations  
368 to implement said sections to the legislative regulation review  
369 committee not later than October 1, 2009. Policies and procedures  
370 implemented pursuant to this subdivision shall be valid until the time  
371 final regulations are effective.]

372 (d) In reviewing applications and providing financial assistance  
373 under this section, the department, in consultation with the [State-  
374 Assisted Housing Sustainability Advisory Committee] Joint Standing  
375 Committee of the General Assembly on Housing, shall consider the  
376 [long term] long-term viability of the eligible housing and the  
377 likelihood that financial assistance will assure such long term viability.  
378 As used in this section, "viability" includes, but is not limited to,

379 continuous habitability and adequate operating cash flow to maintain  
380 the existing physical plant and any capital improvements and to  
381 provide basic services required under the lease and otherwise required  
382 by local codes and ordinances.

383 (e) On or before February 1, 2009, and annually thereafter, the  
384 department [, in consultation with the State-Assisted Housing  
385 Sustainability Advisory Committee,] shall submit a report on the  
386 operation of the fund, for the previous calendar year, to the General  
387 Assembly, in accordance with section [11-4a] 32-1m, as amended by  
388 this act. The report shall include an analysis of the distribution of  
389 funds and an evaluation of the performance of said fund and may  
390 include recommendations for modification to the program.

391 Sec. 10. Section 8-37zz of the general statutes is repealed and the  
392 following is substituted in lieu thereof (*Effective from passage*):

393 (a) There is established a State-Assisted Housing Sustainability  
394 Advisory Committee. The committee shall consist of the following  
395 members:

396 (1) One appointed by the speaker of the House of Representatives,  
397 who may be a member of the General Assembly;

398 (2) One appointed by the president pro tempore of the Senate, who  
399 may be a member of the General Assembly;

400 (3) One appointed by the majority leader of the House of  
401 Representatives, who shall represent a housing authority with one  
402 hundred or more but less than two hundred fifty units of eligible  
403 housing and be appointed from a list submitted by the Connecticut  
404 Chapter of the National Association of Housing and Redevelopment  
405 Officials;

406 (4) One appointed by the majority leader of the Senate, who shall  
407 represent a housing authority with fewer than one hundred units of  
408 eligible housing and be appointed from a list submitted by the

409 Connecticut Chapter of the National Association of Housing and  
410 Redevelopment Officials;

411 (5) One appointed by the minority leader of the House of  
412 Representatives, who shall represent a housing authority with two  
413 hundred fifty or more units of eligible housing and be appointed from  
414 a list submitted by the Connecticut Chapter of the National  
415 Association of Housing and Redevelopment Officials;

416 (6) One appointed by the minority leader of the Senate, who shall  
417 represent a housing authority with fewer than one hundred units of  
418 eligible housing and be appointed from a list submitted by the  
419 Connecticut Chapter of the National Association of Housing and  
420 Redevelopment Officials;

421 (7) Four appointed by the Governor;

422 (8) The State Treasurer, or the Treasurer's designee; and

423 (9) The State Comptroller, or the Comptroller's designee.

424 (b) The committee shall meet at least quarterly and shall advise the  
425 Commissioner of Economic and Community Development and the  
426 Connecticut Housing Finance Authority on the administration,  
427 management, procedures and objectives of the financial assistance  
428 provided pursuant to section 8-37yy, as amended by this act,  
429 including, but not limited to, the [establishment of criteria, priorities  
430 and procedures for such financial assistance and the] adoption of  
431 regulations pursuant to section 8-37yy, as amended by this act.

432 (c) The chairperson and vice-chairperson of the committee shall be  
433 selected by the committee from among its members. The chairperson,  
434 or the vice-chairperson in the absence of the chairperson, may establish  
435 subcommittees and working groups of the members as needed and  
436 designate a chairperson of each such subcommittee.

437 (d) The initial term of the members appointed to the committee  
438 pursuant to subdivisions (1) to (7), inclusive, of subsection (a) of this

439 section shall be staggered by lottery conducted by the committee. After  
 440 the initial term, the terms of all members shall be three years. Members  
 441 may be reappointed for an unlimited number of terms.

442 Sec. 11. Subsection (a) of section 32-1m of the general statutes is  
 443 amended by adding subdivision (17) as follows (*Effective from passage*):

444 (NEW) (17) A report on the State-Assisted Housing Sustainability  
 445 Fund along with an analysis of the distribution of funds, an evaluation  
 446 of the performance of the fund and any recommendations for  
 447 modification of the program established by said section 8-37yy, as  
 448 amended by this act, if any.

|   |                     |           |
|---|---------------------|-----------|
| This act shall take effect as follows and shall amend the following sections: |                     |           |
| Section 1   | <i>from passage</i> | 8-114d    |
| Sec. 2  | <i>from passage</i> | 8-119h    |
| Sec. 3  | <i>from passage</i> | 8-119l    |
| Sec. 4  | <i>from passage</i> | 8-119x    |
| Sec. 5  | <i>from passage</i> | 8-410     |
| Sec. 6  | <i>from passage</i> | 8-336m    |
| Sec. 7  | <i>from passage</i> | 8-336o    |
| Sec. 8  | <i>from passage</i> | 8-336p(d) |
| Sec. 9  | <i>from passage</i> | 8-37yy    |
| Sec. 10   | <i>from passage</i> | 8-37zz    |
| Sec. 11   | <i>from passage</i> | 32-1m(a)  |

**Statement of Legislative Commissioners:**

In section 7(a), the sentence specifying that investment earnings credited to the assets of the fund not become a part of the assets of the fund was deleted for consistency with the other provisions of the section, and in the next to last sentence of section 7(a) "such funds" was changed to "the fund" for consistency within the same subsection.

**HSG**      *Joint Favorable Subst.*